

APPLICATION FOR PERMIT TO **RECEIVED** DRILL, DEEPEN, OR PLUG BACK

<input checked="" type="checkbox"/> APPLICATION TO DRILL		<input type="checkbox"/> DEEPEN		<input type="checkbox"/> PLUG BACK		JUL 11 2002		<input type="checkbox"/> FOR AN OIL WELL		<input checked="" type="checkbox"/> OR GAS WELL			
NAME OF COMPANY OR OPERATOR Dorado Gas Resources, LLC								MO Oil & Gas Council		DATE 7-8-02			
ADDRESS 1100 Conrad Industrial Drive				CITY Ludington				STATE Michigan		ZIP CODE 49431			
DESCRIPTION OF WELL AND LEASE													
NAME OF LEASE R. Norton				WELL NUMBER 5-31				ELEVATION (GROUND) 1040.32					
WELL LOCATION 2008 (GIVE FOOTAGE FROM SECTION LINES) FT. FROM (N) (S) SECTION LINE 719 FT. FROM (E) (W) SECTION LINE													
WELL LOCATION SW NW		SECTION 31		TOWNSHIP 56N		RANGE 31W		LATITUDE 39°37'30"N		LONGITUDE 94°25'49"W			
								COUNTY Clinton					
NEAREST DISTANCE FROM PROPOSED LOCATION TO PROPERTY OR LEASE LINE <u>Approx. 670</u> FEET													
DISTANCE FROM PROPOSED LOCATION TO NEAREST DRILLING, COMPLETED OR APPLIED - FOR WELL ON THE SAME LEASE <u>Approx. 1170</u> FEET													
PROPOSED DEPTH 1,300'		DRILLING CONTRACTOR, NAME AND ADDRESS McGown-Thompson, Inc. P.O. Box 299, Mound City, KS 66056				ROTARY OR CABLE TOOLS Rotary		APPROX. DATE WORK WILL START Estimated w/ 120 days of Insurance					
NUMBER OF ACRES IN LEASE 1,528		NUMBER OF WELLS ON LEASE, INCLUDING THIS WELL, COMPLETED IN OR DRILLING TO THIS RESERVOIR <u>1</u>											
										NUMBER OF ABANDONED WELLS ON LEASE <u>0</u>			
IF LEASE PURCHASED WITH ONE OR MORE WELLS DRILLED, FROM WHOM PURCHASED? NAME <u>New lease from land owner</u> ADDRESS _____								NO. OF WELLS: PRODUCING <u>0</u> INJECTION <u>0</u> INACTIVE <u>0</u> ABANDONED <u>0</u>					
STATUS OF BOND		<input checked="" type="checkbox"/> SINGLE WELL AMOUNT \$ <u>3,000.00</u>				<input type="checkbox"/> BLANKET BOND AMOUNT \$ _____				<input type="checkbox"/> ON FILE <input checked="" type="checkbox"/> ATTACHED			
REMARKS: (IF THIS IS AN APPLICATION TO DEEPEN OR PLUG BACK, BRIEFLY DESCRIBE WORK TO BE DONE, GIVING PRESENT PRODUCING/INJECTION ZONE AND EXPECTED NEW INJECTION ZONE; USE BACK OF FORM IF NEEDED.)													
PROPOSED CASING PROGRAM													
AMOUNT				SIZE		WT/FT		CEM.		APPROVED CASING - TO BE FILLED IN BY STATE GEOLOGIST			
130'				9 5/8"		32.3 lbs.		130'-surface		130' 9 5/8" 32.3 lb 130'-surface			
1,300'				7"		17 lbs.		1,300'-surface		1300' 7" 17 lb 1300'-surface			
I, the undersigned, state that I am the <u>Permit coordinator</u> of the <u>Dorado Gas Resources, LLC</u> (company), and that I am authorized by said company to make this report, and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct, and complete to the best of my knowledge.													
SIGNATURE <u>Brian A Benson</u>								DATE <u>7-8-02</u>					
PERMIT NUMBER <u>20016</u>				<input checked="" type="checkbox"/> DRILLER'S LOG REQUIRED <input checked="" type="checkbox"/> E-LOGS REQUIRED IF RUN									
APPROVED DATE <u>7-11-02</u>				<input checked="" type="checkbox"/> CORE ANALYSIS REQUIRED IF RUN <input checked="" type="checkbox"/> DRILL SYSTEM TEST INFO. REQUIRED IF RUN									
APPROVED BY <u>Michael R. [Signature]</u>				<input type="checkbox"/> SAMPLES REQUIRED <input type="checkbox"/> SAMPLES NOT REQUIRED									
				<input type="checkbox"/> WATER SAMPLES REQUIRED AT _____									
NOTE ▶ THIS PERMIT NOT TRANSFERABLE TO ANY OTHER PERSON OR TO ANY OTHER LOCATION.													
APPROVAL OF THIS PERMIT BY THE OIL AND GAS COUNCIL DOES NOT CONSTITUTE ENDORSEMENT OF THE GEOLOGIC MERITS OF THE PROPOSED WELL NOR ENDORSEMENT OF THE QUALIFICATIONS OF THE PERMITTEE.													
I _____ of the _____ Company confirm that an approved drilling permit has been obtained by the owner of this well. Council approval of this permit will be shown on this form by presence of a permit number and signature of authorized council representative.													
DRILLER'S SIGNATURE _____								DATE _____					



NOV 18 2002

Finding Clean Energy for America's Future

November 13, 2002

Mr. Evan A. Kifer
Department of Natural Resources
P.O. Box 250
111 Fairgrounds Road
Rolla, MO 65402-0250

RE: Release of Drilling Permits and CD's

Dear Mr. Kifer:

In July of 2002, Dorado Gas Resources, LLC permitted five (5) shallow gas wells and a salt water disposal well in Township 56 North, Range 31 West in Section 31. During July, Dorado Gas Resources drilled the G. Hales 13-31 permit number 20018 and the Norton #11-31 permit number 20017. At this time we have no further plans to drill the remaining four (3) wells and the salt water disposal well. I am requesting the release of the following four (3) drilling permits, the SWD drilling permit and the associated certificates of deposit. Please find the permit numbers we wish to release:

<u>Lease/well #</u>	<u>Permit #</u>	<u>CD #</u>	<u>CD Amount</u>
B. Shoemaker 7-31	Permit #20015	76292	\$3,000.00
R. Norton 5-31	Permit #20016	76291	\$3,000.00
D. Norton 15-31	Permit #20019	76293	\$3,000.00
R. Norton 11-31 SWD	Permit #20020	76289	\$4,000.00

Please let me know if any further information is required to release these Permits and sign off on the signature cards for each of the Certificates of Deposit's. Thank you for your cooperation and continued assistance; it has been a pleasure working with you during the last six months.

Dorado Gas Resources, LLC

John K. Wilson
Manager/Member